# LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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## FISCAL IMPACT STATEMENT

**LS 6772 NOTE PREPARED:** Jan 14, 2008

BILL NUMBER: HB 1295 BILL AMENDED:

**SUBJECT:** Fees for Spinal Cord and Brain Injury Fund.

FIRST AUTHOR: Rep. Wolkins BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

STATE IMPACT	FY 2008	FY 2009	FY 2010
State Revenues		1,160,000	1,160,000
State Expenditures			
Net Increase (Decrease)		1,160,000	1,160,000

<u>Summary of Legislation:</u> This bill provides for a fee of fifty cents to be collected after December 31, 2008, for registration of certain vehicles, to be deposited in the Spinal Cord and Brain Injury Fund.

The bill revises the fee for registration of a motorcycle.

Effective Date: July 1, 2008.

## **Explanation of State Expenditures:**

<u>Explanation of State Revenues: Summary-</u> Considering both the increase in motor vehicle registration fees and the reduction in motorcycle registration fees, the bill would provide for an estimated \$1.16 M net increase in revenue to be deposited in the Spinal Cord and Brain Injury Fund.

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#### Background Information-

*Motor Vehicle Registration Fees:* The bill requires the Bureau of Motor Vehicles (BMV) to collect a fee of \$0.50 for each registration of certain motor vehicles. The BMV should be able to do so within their existing level of resources.

The bill requires the BMV to deposit the \$0.50 fee in the Spinal Cord and Brain Injury Fund. The BMV reports that during CY 2006 there were 5.6 million registrations of one of the specified motor vehicles. Assuming these numbers remain consistent, the Spinal Cord and Brain Injury Fund would receive approximately \$2.8 M in additional revenue.

*Motorcycle Registration Fees:* The bill also reduces the fee for the registration of a motorcycle by \$9.50; from \$27 to \$17.50 effective January 1, 2009. \$10 is currently allocated to the Spinal Cord and Brain Injury Fund. The Bureau of Motor Vehicles reports that during CY 2006 there were 175,375 motorcycles registered in Indiana. Assuming these numbers remain consistent, the Spinal Cord and Brain Injury Fund would lose approximately \$1.66 M from the reduction in motorcycle registration fees.

(The Spinal Cord and Brain Injury Fund administered by the State Department of Health, has collected revenue of \$612,170 as of December 21, 2007.)

### **Explanation of Local Expenditures:**

#### **Explanation of Local Revenues:**

State Agencies Affected: BMV, Indiana State Department of Health.

#### **Local Agencies Affected:**

**Information Sources:** BMV, Auditor's Data base (fund/center 5230/124020).

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